

PUBLIC EMPLOYEES RETIREMENT SYSTEM

State Investment Board Balance Sheet As of 9/30/2007

	As of <u>9-30-07</u>	As of <u>6-30-07</u>
ASSETS:		
INVESTMENTS (AT MARKET)		
DOMESTIC EQUITIES	\$ 781,096,602	\$ 792,761,811
INTERNATIONAL EQUITIES	318,475,881	313,679,267
DOMESTIC FIXED INCOME	542,665,618	523,514,215
INTERNATIONAL FIXED INCOME	89,461,911	83,837,842
REAL ESTATE	116,652,147	114,219,432
ALTERNATIVE INVESTMENTS	85,279,716	85,207,940
INVESTED CASH (NOTE 1)	<u>26,826,166</u>	<u>19,621,766</u>
 TOTAL INVESTMENTS	 1,960,458,041	 1,932,842,273
RECEIVABLES		
DIVIDEND/INTEREST RECEIVABLE	4,879,098	4,507,629
MISCELLANEOUS RECEIVABLE	<u>1,761</u>	<u>2,247</u>
 TOTAL RECEIVABLES	 4,880,859	 4,509,876
OTHER ASSETS		
OPERATING CASH	<u>58,261</u>	<u>51,851</u>
 TOTAL ASSETS	 <u>\$ 1,965,397,161</u>	 <u>\$ 1,937,404,000</u>
LIABILITIES:		
ACCOUNTS PAYABLE	6,307	10,047
ACCRUED EXPENSES	20,368	20,042
INVESTMENT EXPENSE PAYABLE	<u>3,138,184</u>	<u>3,139,743</u>
 TOTAL LIABILITIES	 3,164,859	 3,169,832
NET ASSETS AVAILABLE:		
NET ASSETS AVAILABLE BEGIN OF YEAR	1,934,234,168	1,634,909,225
CASH IN DURING YEAR (NOTE 3)	3,208,999	0
CASH OUT DURING YEAR (NOTE 4)	5,500,000	20,410,000
NET INCREASE (DECREASE)	<u>30,289,135</u>	<u>319,734,943</u>
 NET ASSETS AVAILABLE END OF PERIOD	 <u>1,962,232,302</u>	 <u>1,934,234,168</u>
 TOTAL LIABILITIES & NET ASSETS AVAILABLE	 <u>\$ 1,965,397,161</u>	 <u>\$ 1,937,404,000</u>

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State Investment Board Profit and Loss Statement For the Month Ended 9/30/2007

	Month Ended <u>9-30-07</u>	<u>Year-to-Date</u>
ADDITIONS:		
INVESTMENT INCOME		
INTEREST/DIVIDEND INCOME	\$ 4,245,806	\$ 11,742,566
SECURITIES LENDING INCOME	<u>742,740</u>	<u>2,253,051</u>
	4,988,546	13,995,617
 GAIN ON SALE OF INVESTMENTS	 13,545,821	 55,120,535
LOSS ON SALE OF INVESTMENTS	<u>9,409,657</u>	<u>37,660,555</u>
 NET GAINS (LOSSES) INVESTMENTS	 4,136,164	 17,459,980
 INVESTMENT EXPENSES	 448,601	 2,893,493
SECURITIES LENDING EXPENSES	700,991	2,139,158
 NET INVESTMENT INCOME	 7,975,118	 26,422,946
 NET APPREC (DEPREC) MARKET VALUE	 49,164,392	 3,868,248
MISCELLANEOUS INCOME/(EXPENSE)	<u>3,857</u>	<u>38,933</u>
 TOTAL INVESTMENT INCOME	 <u>57,143,367</u>	 <u>30,330,127</u>
 DEDUCTIONS:		
ADMINISTRATIVE EXPENSES	17,453	40,992
 NET INCREASE (DECREASE)	 <u>\$ 57,125,914</u>	 <u>\$ 30,289,135</u>

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Notes To Financial Statements
September 30, 2007

The following notes to financial statements are intended to provide general descriptions of line items in the financial statements.

NOTE 1 **INVESTED CASH**

Cash invested in a money market demand account at the Bank of North Dakota.

NOTE 3 **CASH IN DURING YEAR**

Cash transferred into investment accounts at The Northern Trust during the current fiscal year.

NOTE 4 **CASH OUT DURING YEAR**

Cash transferred out of investment accounts at The Northern Trust during the current fiscal year.